Exhibit II - Recoupment of Payments Made for Clients Found to be Ineligible for Medicaid

Total Recoupment by Fiscal Year

	FY 2007-08 Actuals	FY 2008-09 Actuals	FY 2009-10 Actuals	FY 2010-11 Request	FY 2011-12 Request
Recoupments for FY 2005-06, FY 2006-07, and FY 2007-08 Ineligibles	\$0	\$0	\$3,252,765	\$0	\$0
Estimated Recoupments for FY 2004-05 and FY 2008-09 Ineligibles ⁽¹⁾	\$0	\$0	\$0	\$2,873,528	\$0
Estimated Recoupments for FY 2009-10 Ineligibles (2)	\$0	\$0	\$0	\$0	\$1,084,255
Net Impact of Estimated Recoupments	\$0	\$0	\$3,252,765	\$2,873,528	\$1,084,255

¹ Estimated recoupment for FY 2004-05 and FY 2008-09 ineligibles is based on a preliminary estimate and is subject to change when more data analysis is completed.

Recoupment Fund Splits

	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds
Recoupments for FY 2005-06, FY 2006-07, and FY 2007-08 Ineligibles	\$3,252,765	\$1,626,382	\$0	\$0	\$1,626,383
Estimated Recoupments for FY 2004-05 and FY 2008-09 Ineligibles ⁽¹⁾	\$2,873,528	\$1,361,543	\$0	\$0	\$1,511,985
Estimated Recoupments for FY 2009-10 Ineligibles (2)	\$1,084,255	\$416,462	\$0	\$0	\$667,793

¹ Fund splits for recoupments for FY 2008-09 ineligibles account for differing levels of federal match over the course of that fiscal year due to the American Reinvestment and Recovery Act; in FY 2008-09, three months of expenses were matched at the standard 50%, six months were matched at 58.78%, and three months were matched at 61.59%.

² Estimated recoupment for FY 2009-10 ineligibles is an average of the recoupments for ineligibles from the previous three fiscal years.

² Fund splits for recoupments for FY 2009-10 ineligibles account for a federal match of 61.59% over the course of that fiscal year due to the American Reinvestment and Recovery Act.